GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:5182
ANSWERED ON:20.04.2001
FINANCIAL ASSISTANCE TO SUGAR MILLS
RAJO SINGH

Will the Minister of FINANCE be pleased to state:

(a): whether the International Finance Corporationpropose to provide financial assistance to sugar mills for co-generation of powers in various States;

(b): if so, the details thereof, State-wise;

(c): the amount likely to be provided by the International Finance Corporation to each State; and

(d): the time by which this assistance is likely to be approved ?

Answer

MINISTER OF STATE FOR FINANCE (SHRI BALASAHEB VIKHE PATIL)

(a): IFC has `in-principle` agreed to extendfinancial assistance for co-generation, bagasse based power projects with sugar mills in Maharashtra provided:
(i) a viable and credit worthy offtake arrangement exists for the purchase of power, and
(ii) IFC is satisfied with all project specific risks and issues during the course of IFC`s detailed appraisal.

(b): Does not arise at this stage.

(c): Generally, upto 25% of the Project Cost.

(d): Does not arise at this stage.